

**Amend 2 Cal. Code Regs. Section 18428 to read:**

(a) The combined activities of affiliated entities (see ~~2 Cal. Code Regs. 18531.1~~ Government Code section 85311; 2 Cal. Code Regs. section 18225.4) shall be used to determine whether a monetary threshold in the Political Reform Act or these regulations has been met or exceeded.

(b) Affiliated entities which do not receive campaign contributions shall file one campaign statement reflecting their combined activities. The campaign statement shall be filed in the name of the person who ~~established, finances, maintains, or~~ directs and controls the expenditures of the affiliate or affiliates, with an indication that the campaign statement includes the activity of these entities. The campaign statements must indicate which entity made each itemized payment. The committee shall identify on its next campaign statement the addition or deletion of any entity with which it becomes affiliated or with which it ceases to be affiliated.

~~(c) Any affiliated entity required to file a statement of organization (Form 410) shall indicate on its statement of organization the name, identification number, treasurer, relationship, and address of any affiliated committee, or affiliated non-committee that has contributed in the past two years or it is reasonably foreseeable that they may contribute within the next two years to one or more candidates in California state or local elections. A recipient committee shall file an amendment within 15 days reflecting any entity with which it becomes affiliated or with which it ceases to be affiliated.~~

~~(d)~~ (c) Except as provided in subdivision (b) above, each affiliated entity that is a committee shall file its own campaign statement.

~~(e)~~ (d) When an affiliated entity makes a contribution, it shall advise the recipient in writing of its name and address and the name of all affiliated entities and of the requirement that the recipient list the name of the contributor and its affiliated entities on the recipient's campaign

1 statement. Upon receiving notice, the recipient shall report the contribution as received from the  
2 contributor "and its affiliated entities," but shall not be required to list the name of each affiliate.

3 ~~(f)~~ (e) The recipient of a contribution from an affiliated entity shall maintain for five years a  
4 list of affiliated entities that have provided the notice required by this section.

5 NOTE: Authority cited: Section 83112, Government Code. Reference: Sections 82015, 84211, and  
6 85311, Government Code.

### 7 **Finding of Emergency**

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9 The Fair Political Practices Commission finds that an emergency exists and that  
10 amendment of the foregoing regulation is necessary for the immediate preservation of the public  
11 peace, health, safety or general welfare. A statement of the facts constituting such emergency is:  
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### 13 **Statement of Facts**

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15 On November 7, 2000, the voters approved Proposition 34, which makes significant  
16 additions and amendments to the Political Reform Act (Government Code section 81000 et seq.).  
17 The statutory changes affect the conduct of the political process at the state and local level, and also  
18 similarly affect the exercise of political rights by individuals, parties and organizations. Clarification  
19 and orderly implementation of these statutory changes by the Commission in emergency  
20 regulations are necessary to minimize disruption of the political process.  
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